

## Riley County

### Estimated Economic Impact of Agriculture, Food, and Food Processing Sectors

6/14/2018

Using the most recent IMPLAN data available (2016) adjusted for 2018, 20 agriculture, food, and food processing sectors were analyzed to determine their overall contribution to the Riley County economy.<sup>1</sup>

These 20 sectors have a total direct output of approximately **\$130.4 million** and support **1,094 jobs** in Riley County. Running the model for all 20 sectors simultaneously produces the following results:

Agriculture, Food, and Food Processing Sector Contribution to Overall Riley County Economy						
Impact Type <sup>2</sup>	Employment	% Employment	Total Value Added <sup>3</sup>	Total Value Added % of Gross Regional Product <sup>4</sup>	Output <sup>5</sup>	Output % of Gross Regional Product
Direct Effect	1093.7	2.51%	\$48,726,143	1.65%	\$130,373,436	4.41%
Indirect Effect	351.4	0.81%	\$16,922,721	0.57%	\$28,522,371	0.96%
Induced Effect	218.0	0.50%	\$15,306,199	0.52%	\$25,982,402	0.88%
<b>Total Effect</b>	<b>1663.1</b>	<b>3.82%</b>	<b>\$80,955,063</b>	<b>2.74%</b>	<b>\$184,878,209</b>	<b>6.25%</b>

As shown in the above table, agriculture, food, and food processing sectors support **1,663 jobs**, or **3.82%** of the entire workforce in the county. These sectors provide a total economic contribution of approximately **\$184.9 million**, roughly **6.25% of the economy**.

Another metric used to calculate the importance of sectors in an economy is their value added as a percentage of GRP. Total value added by the 20 agriculture, food, and food processing sectors is approximately **\$81.0 million**, or **2.74% of the GRP**. This indicates that personal income, business income, and taxes generated by these sectors account for **2.74% of the total economy**.

The following tables document the top industries affected by employment and output, as well as a listing of all industries that were analyzed.

<sup>1</sup> Article on building a contribution analysis in IMPLAN that avoids double counting:

[http://www.implan.com/index.php?option=com\\_content&view=article&id=660%3A660&catid=253%3AKB33&Itemid=70](http://www.implan.com/index.php?option=com_content&view=article&id=660%3A660&catid=253%3AKB33&Itemid=70)

<sup>2</sup> Direct, indirect, and induced effects sum together to estimate the total economic contribution in the state. **Direct effects** capture the contribution from agricultural and food products. **Indirect effects** capture the economic benefit from farms and agricultural businesses purchasing inputs from supporting industries within the state. **Induced effects** capture the benefits created when employees of farms, agricultural businesses, and the supporting industries spend their wages on goods and services within the state.

<sup>3</sup> Value added = labor income + indirect business taxes + other property type income.

<sup>4</sup> GRP = final demand of households + governments expenditures + capital + exports - imports - institutional sales.

<sup>5</sup> Output = intermediate inputs + value added.

In the top ten agriculture, food, and food processing sectors by employment, the landscape and horticulture services sector is the top employer with **449 employees**. This table also shows the amount of jobs that are created by the agriculture industry in Riley County.

Top Ten Agriculture, Food, and Food Processing Sectors by Employment		
Sector	Total Employment	Total Output
Landscape and horticultural services	449.0	\$25,804,442
Support activities for agriculture and forestry	217.5	\$7,717,948
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	209.7	\$24,305,242
Animal production, except cattle and poultry and eggs	108.0	\$12,593,160
All other crop farming	68.9	\$5,042,579
Veterinary services	61.8	\$5,642,671
Bread and bakery product, except frozen, manufacturing	57.2	\$7,090,305
Greenhouse, nursery, and floriculture production	39.7	\$4,288,745
Real estate	37.7	\$7,510,177
Grain farming	32.8	\$11,690,694

The landscape and horticulture services sector directly contributes approximately **\$25.8 million** to the Riley County economy. The table below also shows the amount of revenue that is generated in other industries by having a strong agriculture industry.

Top Ten Agriculture, Food, and Food Processing Sectors by Output		
Sector	Total Employment	Total Output
Landscape and horticultural services	449.0	\$25,804,442
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	209.7	\$24,305,242
Oilseed farming	21.8	\$21,705,555
Animal production, except cattle and poultry and eggs	108.0	\$12,593,160
Grain farming	32.8	\$11,690,694
Support activities for agriculture and forestry	217.5	\$7,717,948
Real estate	37.7	\$7,510,177
Bread and bakery product, except frozen, manufacturing	57.2	\$7,090,305
Wholesale trade	28.0	\$5,935,407
Veterinary services	61.8	\$5,642,671

Below is a summary of all agriculture data with employment levels and output level. These values can tell how many jobs are represented by each agriculture, food, and food processing sector and the output they contributed to the Riley County economy.

All Agriculture, Food, and Food Processing Sectors		
Sector	Total Employment	Total Output
Oilseed farming	21.8	\$21,705,555.32
Grain farming	32.8	\$11,690,694.05
Vegetable and melon farming	2.8	\$445,827.01
Fruit farming	2.1	\$147,492.75
Tree nut farming	0.0	\$12.56
Greenhouse, nursery, and floriculture production	39.7	\$4,288,745.47
All other crop farming	68.9	\$5,042,578.78
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	209.7	\$24,305,241.76
Dairy cattle and milk production	7.9	\$2,606,979.25
Poultry and egg production	0.8	\$545,670.00
Animal production, except cattle and poultry and eggs	108.0	\$12,593,160.26
Commercial logging	3.2	\$142,574.18
Commercial hunting and trapping	6.5	\$130,887.17
Meat processed from carcasses	5.0	\$2,541,881.85
Bread and bakery product, except frozen, manufacturing	57.2	\$7,090,305.27
Frozen cakes and other pastries manufacturing	2.7	\$416,979.97
Breweries	1.0	\$432,215.01
Farm machinery and equipment manufacturing	12.7	\$4,799,522.30
Veterinary services	61.8	\$5,642,670.90
Landscape and horticultural services	449.0	\$25,804,442.17

All 105 counties in Kansas have an IMPLAN model and an agriculture, food, and food processing contribution summary. These values do not factor in the retail environment of food sales. Food retail is important, but in order to provide the most accurate picture of what production agricultural and processing contributes to Riley County, the retail sector was omitted.